

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency  
Washington, DC 20250

Notice BU-626

440.1

For: State and County Offices

September 2002 Interest Rate Changes for  
Agricultural Credit Insurance Fund (ACIF) Program

Approved by: Acting Administrator

*Jerisa C. Lassiter*

1 Announcing Interest Rate Changes

A  
Interest Rates  
Reviewed  
Monthly

Interest rate changes in the following table are effective September 1, 2002. The "N/C" under the September Rate column indicates no change.

Loan Type	August Rate	September Rate
ACIF Program Loans		
90-Day Treasury Bill	1.750 %	N/C
Farm Operating - Direct	4.75 %	4.5%
Farm Ownership - Direct	6.25 %	N/C
Credit Sales: Farm Ownership - Direct	6.25 %	N/C
Soil and Water - Direct	6.25 %	N/C
Recreation - Individual - Direct	6.25 %	N/C
Association Loans - Regular:		
• Grazing	6.25 %	N/C
• Irrigation and Drainage	6.25 %	N/C
Farmer Program - Homestead Protection	6.25 %	N/C
Shared Appreciation (SA) Amortization	5.25 %	N/C
Softwood Timber Loans	6.25 %	N/C

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Disposal Date

October 1, 2002

Distribution

State Offices; State Offices relay to County Offices

8-26-02

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**1 Announcing Interest Rate Changes (Continued)**

**A  
Interest Rates  
Reviewed  
Monthly  
(Continued)**

<b>Loan Type</b>	<b>August Rate</b>	<b>September Rate</b>
<b>ACIF Program Loans (Continued)</b>		
Economic Emergency - Operating	4.75 %	4.5%
Economic Emergency - Real Estate	6.25 %	N/C
Emergency - Major Adjustment:		
• Subtitle A Purpose (Excess of Loss)	9.50 %	N/C
• Subtitle B Purpose (Excess of Loss)	6.25 %	N/C
Emergency - Annual Production	6.25 %	N/C
<b>ACIF Nonprogram Loans - Credit Sales</b>		
Farm Program - Chattel Property	6.25 %	N/C
Farm Program - Real Property	9.50 %	N/C
<b>CCC Funded Loans</b>		
Apple Loans	3.625 %	3.125%
<b>RHIF (Funded Direct Farm Ownership) Loans</b>		
Housing Program 502 for low or moderate income	6.750 %	N/C
<b>All Loan Types</b>		
Treasury Judgement Rate (See note below)	2.10 %	1.88 %

**Note:** Treasury Judgement Rate is the interest rate applicable to deficiency judgements for all loan types (pursuant to 28 U.S.C. Section 1961). The rate is based on the weekly average 1-year Constant Maturity Treasury (CMT) yield published by the Federal Reserve System, Board of Governors. The rate shown in this notice (for September) is the most current rate posted to the Federal Reserve website and is dated the week ending July 26, 2002. The actual judgement rate is the rate for the calendar week preceding the date the defendant becomes liable for interest. The Federal Reserve website for the weekly average 1-year CMT yield is [www.federalreserve.gov/releases/H15/current](http://www.federalreserve.gov/releases/H15/current).

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### 1 Announcing Interest Rate Changes (Continued)

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#### B

##### Other Interest Rates

These interest rates seldom change, but for convenience are published monthly.

Loan Type	Current Rate	Date Set
<b>ACIF Program Loans</b>		
Farm Operating - Direct, Limited Resource	5.00 %	12/01/90
Farm Ownership - Direct, Limited Resource	5.00 %	04/01/86
Farm Ownership - Direct, Joint Financing	5.00 %	03/24/97
Credit Sales: Farm Ownership - Direct, Limited Resource	5.00 %	04/01/86
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	4.00 %	04/01/86
Soil and Water - Direct, Limited Resource	5.00 %	07/01/92
Indian Land Acquisition	5.00 %	02/01/91
Emergency - Amount of Actual Loss	3.75 %	01/25/94

#### C

##### Notifying Personnel

SED's, Farm Loan Managers, and Farm Loan Chiefs shall notify all personnel of these rates upon receipt.

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##### Interest Rates Available on the FFAS Intranet

As of September 1, 2002, these interest rates will be available on the FFAS Intranet at <http://intra4.fsa.usda.gov/edso/flpwdc/default.asp>.

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